Revival of Khatau Machanze Mills

†5245. SHRI ANIL SHARMA: Will the Minister of TEXTILES be pleased to state:

(a) whether Government have any plan for revival of Khatau Machanze Mills;

(b) if so, the details thereof;

(c) whether it is a fact that Government are seriously considering about the acquisition of said mill;

(d) if so, by when the acquisition is expected;

(e) how Government are going to save the interests of labourers from its above said step; and

(f) whether it is also a fact that in view of the Court's direction the Central Government are taking stern steps against Mill's management for the payment of arrears to the labourers and is there any Plan for the auction of Mill's land?

THE MINISTER OF STATE IN THE MINISTRY OF TEXTILES (SHRI V. DHANANJAYA KUMAR): (a) to (f) The Government of India has enacted the Sick Industrial Companies (Special Provisions) Act, 1985 and established the Board for Industrial and Financial Reconstruction (BIFR) with a view to timely detection of sick and potentially sick companies and for the speedy determination of preventive ameliorative and remedial measures which need to be taken in respect of such companies. The rehabilitation schemes sanctioned by BIFR include various measures like restructuring the capital, induction of fresh funds by the promoters, merger with the other companies change of management, provision for working capital and term loans by Banks and financial institutions.

The case of M/s. Khatau Machanze Spinning & Weaving Mills is *sub-judice* with BIFR, which has ordered for change of managment and has asked the Industrial Credit and Investment Corporation of India (ICICI), the operating agency to evaluate the merits of responses received in this regard. Governemnt has no plans to acquire the mill.This Ministry has not received the court's directions lor taking stern steps against mill's management for payment of arrears to the labourers.

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†Original notice of the question was received in Hindi.